



Eurex Clearing Resources Circulars & Mailings

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No. 086/2019

Amendments to the Clearing Conditions and the Price List of Eurex Clearing AG

Eurex Clearing Circular 086/2019

1. Introduction

This circular contains information with respect to the service offering of Eurex Clearing AG (Eurex Clearing) and introduces amendments to the Clearing Conditions of Eurex Clearing AG (Clearing Conditions) and the Price List of Eurex Clearing AG (Pricelist) regarding the following topics:

- A. Refinement of the Supplementary Margin booking
- B. Update of the applied Margin Methodology
- C. Decommissioning of the volume provider exception

The amendments above will become effective as of **1 October 2019**.

2. Participation requirements

There is no action required for the participants.

3. Details

A. Refinement of the Supplementary Margin booking

In addition to the standard margin, Supplementary Margin may be requested by Eurex Clearing. Previously such margins were booked in existing accounts. Going forward, an additional internal margin account will be established by Eurex Clearing for booking of Supplementary Margin.

To reflect the changes, the following provisions under the Clearing Conditions will be amended as outlined in Attachment 1:

- Chapter I 1 Part 1 Number 3.5 of the Clearing Conditions

B. Update of the defined Margin Methodology

Eurex Clearing operates two margin methodologies, namely the Risk Based Margining (RBM) methodology and the Eurex Clearing Prisma. For a limited period in the past, during migration phase from RBM to Prisma, both methodologies were operated in parallel i.e. for the same set of products there was a possibility to select which methodology to use. Meanwhile, RBM and Prisma are applied for diverse products as defined by Eurex Clearing according to the Liquidation Group allocation and there is no possibility to choose otherwise.

To reflect the amendments, the following provisions under the Clearing Conditions will be amended as outlined in Attachment 2:

- Chapter I Part 1 Number 3.1.1 and 3.1.2 of the Clearing Conditions

C. Decommissioning of the volume provider exception

With circular 174/11 Eurex Exchange introduced the possibility for members to register for exceptional application of P-position account pricing to the M-position account. As the features of all position accounts have been harmonised in the meantime the technical reasons for this exception are obsolete and will be decommissioned..

As a result, members receive the pricing of the M-position account whenever the M-position account is used and Eurex Exchange volume providers can book on a P-position account without disadvantage.

To reflect the changes, the following provisions under the Price List will be amended as outlined in Attachment 1:

- Section 3 of the Price List

As of the effective date, the full version of the amended Clearing Conditions will be available for download on the Eurex Clearing website www.eurexclearing.com under the following link:

[Resources > Rules and Regulations > Clearing Conditions](#)

The changes and amendments to the legal framework of Eurex Clearing AG published by this circular are deemed accepted by each affected contractual party of Eurex Clearing AG, unless the respective contractual party objects by written notice to Eurex Clearing AG within the first ten (10) Business Days after publication. Any ordinary right of Eurex Clearing AG to terminate the respective contract (including a Clearing Agreement, if applicable) shall remain unaffected.

Unless the context requires otherwise, terms used and not otherwise defined in this circular shall have the meaning ascribed to them in the Clearing Conditions or FCM Clearing Conditions, as applicable.

Attachments:

- Attachment 1: Amended sections of Chapter 1 Part 1 Number 3.5 of the Clearing Conditions
- Attachment 2: Amended sections of Chapter I Part 1 Number 3.1.1 and 3.1.2 of the Clearing Conditions
- Attachment 3: Amended sections of Section 3 of the Price List of ECAG

Recipients: All Clearing Members, FCM Clearing Members, Basic Clearing Members, Disclosed Direct Clients of Eurex Clearing AG, vendors and other affected contractual parties

Target groups: Front Office/Trading, Middle + Backoffice, IT/System Administration, Auditing/Security Coordination

Contact: client.services@eurexclearing.com

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Further information

[Attachment 1 to Eurex Clearing circular 086/19](#)

[Attachment 2 to Eurex Clearing circular 086/19](#)

[Attachment 3 to Eurex Clearing circular 086/19](#)

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Chapter I of the Clearing Conditions of Eurex Clearing AG

General Provisions

As of 01.10.2019

THE CLEARING CONDITIONS WILL BE AMENDED.

AMENDMENTS ARE MARKED AS FOLLOWS:

INSERTIONS ARE UNDERLINED,

DELETIONS ARE CROSSED OUT.

[...]

Chapter I General Provisions

[...]

Part 1 General Clearing Provisions

[...]

3.5 Supplementary Margin

[...]

- (5) Supplementary Margin shall be provided by the Clearing Member or the Basic Clearing Member in accordance with the rules applicable with respect to the provision of the relevant Margin for which Eurex Clearing has requested the Supplementary Margin set out in the Elementary Clearing Model Provisions, Individual Clearing Model Provisions, ISA Provisions and/or Basic Clearing Member Provisions, as the case may be. Supplementary Margin provided to Eurex Clearing AG shall form part of the relevant Margin and be subject to the Elementary Clearing Model Provisions, Individual Clearing Model Provisions, ISA Provisions and/or Basic Clearing Member Provisions, as the case may be and the provisions of Paragraph (6), but shall not limit the right of Eurex Clearing AG to exercise Margin Calls. All Eligible Margin Assets provided to Eurex Clearing as Supplementary Margin shall either be booked into the relevant internal margin account pursuant to Number 4.4 and the applicable Elementary Clearing Model

Provisions, Individual Clearing Model Provisions, ISA Provisions or Basic Clearing Member Provisions, or into an additional internal margin account established by Eurex Clearing AG for this sole purpose.

[...]

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Chapter I of the Clearing Conditions of Eurex Clearing AG

General Provisions

As of 01.10.2019

AMENDMENTS ARE MARKED AS FOLLOWS:

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DELETIONS ARE CROSSED OUT.

[...]

Part 1 General Clearing Provisions

[...]

3.1 Margin Requirement and Types of Margin

3.1.1 The applicable margin requirement, which shall be determined by Eurex Clearing AG, shall consist of the sum of all relevant margin requirements separately calculated by Eurex Clearing AG in accordance with the relevant applicable Margin Methodology ~~(as defined in Number 3.1.2)~~ subject to and in accordance with the Elementary Clearing Model Provisions, the Individual Clearing Model Provisions, the ISA Provisions or the Basic Clearing Member Provisions, as applicable.

3.1.2 ~~In the member section on the website of Eurex Clearing AG (www.eurexclearing.com), each Clearing Member (and, with respect to a Basic Clearing Member, its Clearing Agent acting on behalf of the Basic Clearing Member) may opt for any one Liquidation Group (as defined in Number 7.5.1) with respect to any particular Transaction Account whether it wants Eurex Clearing AG to calculate its (or, in the case of a Clearing Agent, its Basic Clearing Member's) respective margin requirement in accordance with the Risk Based Margining methodology or in accordance with the Eurex Clearing Prisma methodology (the "**Margin Methodologies**" and each a "**Margin Methodology**"). If no choice is made in the member section by the Clearing Member (or the Clearing Agent) for any Liquidation Group with respect to any particular Transaction Account (or, in the case of a Clearing Agent acting for the account of one or more Basic Clearing Members, the relevant Basic Clearing Member Own Account (as defined in Number 5.1 of Basic Clearing Member Provisions)), Eurex Clearing AG shall apply the Risk Based Margining methodology for such Liquidation Group with respect to the respective Transaction Account (or Basic Clearing Member Own Account). For the calculation of the relevant margin requirement, Eurex Clearing AG applies either the Risk Based Margining methodology or the Eurex~~

Clearing Prisma methodology (each a "**Margin Methodology**") as specified by Eurex Clearing AG with respect to each Liquidation Group.

[...]

AMENDMENTS ARE MARKED AS FOLLOWS:

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DELETIONS ARE CROSSED OUT

[...]

3 **Transaction Fees for Derivatives Transactions (Order Book Transactions and Off-Book Transactions on the Eurex Exchange)**

Eurex Clearing charges fees for transactions pursuant to Chapter I Part 1 Number 5.1 of the Clearing Conditions.

These fees comprise transactions with regard to the matching / registration, administration and regulation of order book and off-book transactions on Eurex Deutschland (the Eurex Exchange).

Provided that the transaction fees in this Price List are shown on different Position Accounts with regard to the accounting of the underlying transactions, such differentiation relates to the Position Accounts ("**Accounts**") defined in Number 5 of the Conditions for Trading at Eurex Deutschland (Eurex Trading Conditions).

~~Where M-Accounts are used for regular proprietary trading activities, Clearing Members, DC Market Participants, Indirect Client Market Participants, DCs With System Access and Basic DCs to which a member identifier is assigned in Eurex Clearing AG's systems (such Basic DCs hereinafter referred to as "**Basic DC wID**") may register in certain products or product segments defined by Eurex Clearing to be charged P-Account fees for all transactions on their M-Accounts. In this case, Liquidity Provision rebates in these products or product segments are not applicable even if Liquidity Provider obligations are fulfilled. Otherwise, the regulations concerning the Accounts shall remain unaffected.~~

In general, transaction fees for FX Derivatives (FX-Futures, FX-Options and FX Rolling Spot Futures) are charged in USD. Alternatively, Eurex Clearing offers Clearing Members, DC Market Participants, Indirect Client Market Participants, DCs With System Access and Basic DCs to which a member identifier is assigned in Eurex Clearing AG's systems (such Basic DCs hereinafter referred to as "**Basic DC wID**") ~~Basic DCs wID~~ the possibility to choose the alternative fee currency for FX Derivatives with quote currency CHF and GBP. With explicit registration for the alternative fee currency, which equals the quote currency of the respective FX Derivative, this currency applies to all fees defined in this section with regard to the selected FX Derivative.

Each of the transaction fees to be paid on a monthly basis is shown separately to the Clearing Members with regard to their respective DC Market Participants, Indirect Market

Participants, DCs With System Access and Basic DCs wID with respect to which they clear transactions.

[...]
